

ARIZONA DEPARTMENT OF REVENUE

DATE: September 7, 1999

FROM: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS

JULY TAX FACTS

SUMMARY OF GENERAL FUND REVENUES

	<u>July 1999</u>
Individual Income Tax	
Net Collections	\$132,380,785
Percent Change	6.3%
Corporate Income Tax	
Net Collections	\$17,174,512
Percent Change	(1.1%)
Transaction Privilege, Severance & Use Taxes	
Net Collections	\$235,764,555
Percent Change	9.9%
Total Big Three Tax Types	
Net Collections	\$385,319,852
Percent Change	8.1%

TAX FACTS

July 1999

INDIVIDUAL INCOME TAX

Individual Income Tax Receipts

	July 1999	July 1998	% Chg
Gross Collections	\$8,491,896	\$10,538,025	(19.4%)
Withholding	\$166,579,066	\$154,733,134	7.7%
Refunds	(\$11,214,260)	(\$12,334,924)	(9.1%)
Urban Revenue Sharing	(\$31,475,917)	(\$28,359,221)	11.0%
Net Collections	\$132,380,785	\$124,577,013	6.3%

Federal Retiree Program

The Federal Retiree Project is drawing to a close. Refunds sent out directly as a result of the Federal Retiree Program is \$768 for July. The total revised estimated cost of the FRP project remains at \$162.1 million. The estimate for the final credit payout for the remaining credit holders is \$.151 million.

Federal Employees Retirement Contribution Program

The Federal Employees Retirement Contribution Project is also nearing completion. Refunds issued as a result of the FERC project totaled \$1,256 for July. In addition to this amount, \$0 of available credits were used to cover outstanding agency debts. The law firm of Bonn, Lusher, Padden & Wilkins has obtained a temporary restraining order requiring the department to withhold 20% of each claimants refund based on the law firm's claim that they should be entitled to fees from each claimant that benefited from the their work. This amount is equal to \$314 for the month of July.

Individual Income Tax Document Count

In calendar year 1998, the following individual income tax returns were filed:

	140X	140	140NR	140PY	140NPR	141	140A	140PTC	140EZ	TOTAL
#	38,237	1,142,300	66,008	102,748	280	38,999	569,223	18,721	0	1,976,516
%	1.9	57.8	3.3	5.2	0.0	2.0	28.8	0.9	0.0	

In calendar year 1999, the number of returns filed, and processed, are as follows:

	140x	140	140NR	140PY	140NPR	141	140A	140PTC	140EZ	TOTAL
#	30,280	1,214,051	55,456	97,622	43	32,548	329,440	17,157	160,843	1,937,440
%	1.6	62.7	2.9	5.0	0.0	1.7	17.0	0.9	8.3	

The 1,937,440 returns filed through July 1999 compares to 1,847,562 filed through July 1998, an annual increase of 4.9%. This count represents multiple tax years. For tax year 1998 filed in 1999, 1,879,186 returns have been filed, an increase of 4.8% from 1997 returns filed in 1998 for the same period of time.

Year-Over-Year Comparison of Resident Taxpayers

Comparisons of Federal Adjusted Gross Income (FAGI) and tax liability growth between two tax years can be made from taxpayers who have filed for both calendar years to be compared and who have indicated the same marital status on the tax returns for both years. The Department of Revenue has received 1,200,267 returns in calendar year 1999 for tax year 1998 from filers who also have returns on record from calendar year 1998 with the same marital status. On average, these filers experienced a 8.2% growth in FAGI and a 10.7% increase in tax liability. More specifically, 32.4% of these filers experienced a decrease in FAGI, on average a decrease of 20.2% with a corresponding average decrease in tax liability of 36.5%. Filers showing an increase in tax liability totaled 674,996, or 56.2%, with an average FAGI increase of 30.5% and an average tax liability increase of 54.9%.

Average Individual Income Tax Refund

	Average	Number
1999 YTD	\$514.46	1,252,209
1998 YTD	\$483.16	1,193,142
% Change	6.5%	5.0%

"New" Filers in Calendar Year 1998

Table 1 attached to this report, presents the number of "new" returns filed in calendar year 1999. "New" returns are for those filers who did not file in the previous calendar year. Therefore, these filers could be new full-year residents of Arizona, or they may be newly required to file an individual income tax return. (The filer may not have earned enough income in the previous year to file, such as a recent graduate just entering the work force.) The table indicates that 174,585 "new" returns have been filed thus far in 1999, representing 216,151 persons, not including dependents. The average Federal Adjusted Gross Income for these 174,585 returns is \$19,348, with an average tax liability of \$308. The right half of this table presents characteristics of the filers represented on the returns. Of all "new" returns, 22.5% had a married filing joint filing status, 9.3% claimed a 65 And Over Exemption and 41.1% claimed dependents.

Individual Income Tax Estimated Payments

Beginning in 1990, individuals are required to make estimated payments to Arizona if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. The total estimated payments on the 140ES for tax year 1998 were \$327.3 million, for an average of \$1,697. A total additional \$52.8 million in estimated payments was received as refunds on the 1997 tax returns applied to 1998 estimates, for an average of \$1,761.

7/99 140ES payment	\$59,495,313	cumulative	\$109,021,076
7/98 140ES payment	\$22,028,210	cumulative	\$102,588,383
% Change	170.1%		6.3%
7/99 average payment	\$1,352	cumulative	\$1,168
7/98 average payment	\$2,303	cumulative	\$1,223
% Change	(41.3%)		(4.5%)
7/99 applied refund	\$3,170,416	cumulative	\$23,319,461
7/98 applied refund	\$1,526,684	cumulative	\$21,094,912
% Change	107.7%		10.5%
total 7/99	\$62,665,729	cumulative	\$132,340,537
total 7/98	\$23,554,894	cumulative	\$123,683,295
% Change	116.0%		7.0%

Most of the money reported as 7/99 payments was deposited in June, but not processed until July.

Withholding

Withholding payments are received from employers and applied towards a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from January 1998 through March 1999, \$447,064,035 was received for the first quarter of 1998. The latest complete quarter (15 months of compiled information) is the second quarter of 1998, which shows a growth rate of 13.2% in withholding payments over the second quarter of 1997. Growth in quarters for which information is still being gathered is as follows:

3rd Quarter 1998	11.3%	2nd Quarter 1999	9.9%
4th Quarter 1998	11.0%	3rd Quarter 1999	3.9%
1st Quarter 1999	6.5%		

The comparisons made above were against the same number of months of collections in the previous year. In other words, the thirteenth month of information available for the third quarter of 1998 was compared against the thirteenth month of collections for the third quarter 1997. Current choices for withholding are 10%, 20%, 22%, 28% or 32% as the percent of federal taxes to be withheld for state taxes.

Property Tax Credits

Arizona allows a refundable property tax credit if you are age 65 or older or if you received Title 16, SSI payments. Additionally, your household income must be below \$3,751 if you live alone, or \$5,501 if you live with another person, to qualify for this credit. The maximum credit is \$502.

	Number	\$	Average
Calendar Year 1999	17,020	5,223,547	306.91
Calendar Year 1998	18,394	5,509,793	299.54
% Change	(7.5%)	(5.2%)	2.5%

Contributions on the Individual Income Tax Return

Through July 1999, the following contributions have been made by individual income tax return filers:

	Number	Amount	Average
Wildlife	11,889	\$150,553	\$12.66
Child Abuse	13,215	\$190,352	\$14.40
Special Olympics	6,593	\$71,064	\$10.78
Neighbors Helping	4,402	\$39,319	\$8.93
Aid to Education	329	\$44,925	\$136.55
Domestic Violence Shelter	10,299	\$138,830	\$13.48
Democratic Party	921	\$12,989	\$14.10
Republican Party	638	\$11,750	\$18.42
Libertarian Party	191	\$3,287	\$17.21
Reform Party	43	\$616	\$14.33

CORPORATE INCOME TAX

Corporate Income Tax Receipts

	July 1999	July 1998	% Chg
Gross Collections	\$21,371,610	\$20,128,734	6.2
Refunds	(4,197,098)	(2,769,943)	51.5
Net Collections	\$17,174,512	\$17,358,791	(1.1)

Corporate Estimated Payments

Corporations are required to file estimated tax payments throughout the year only if (1) their Arizona tax liability exceeds \$1,000 and (2) they are required to file federal estimated tax payments.

July 1999	\$13,713,229	Calendar Year Total	\$279,943,154
July 1998	<u>\$15,407,867</u>	Calendar Year Total	<u>\$255,853,614</u>
% Change	(11.0%)	% Change	9.4%

All corporations with an income tax liability of \$20,000 or greater are required to make their estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment, for July 1999.

Size of Payment →	less than \$50,000	\$50,000 up to \$100,000	\$100,000 up to \$500,000	\$500,000 up to \$1,000,000	\$1,000,000 up to \$10,000,000	\$10,000,000 and more	Total	% chg
July 1999	158	19	13	2	2	0	194	9.0
July 1998	143	11	20	2	2	0	152	
CY 1999	1,691	226	234	32	27	2	2,212	5.6
CY 1998	1,535	236	255	42	24	2	2,094	

Corporate Refunds

Corporate refunds paid in any state fiscal year are for a mixture of corporate fiscal years. The table below presents the percent of refunds paid in FY 98/99 by corporate fiscal year. For example, in FY 98/99, 3.8% of the refund dollars paid were for corporate fiscal years ending in 1994 or before. The percentages are for refunds paid through the fiscal year.

Corporate Fiscal Year-End:	94 & Prior	95	96	97	98	99
FY 98/99	3.8%	2.1%	3.9%	66.5%	23.1%	0.6%

Corporate Fiscal Year-End:	95 & Prior	96	97	98	99	00
FY 99/00	9.9%	2.0%	11.1%	66.8%	10.2%	0.0%

Corporate Income Tax Document Count

The Arizona Department of Revenue received 91,679 corporate returns showing a fiscal year-end of 1997. The type of return received is indicated below:

	120X (amended)	120 (regular)	120s (S corp)	99T (exempt org.)
#	464	51,681	39,178	356
%	.5	56.4	42.7	0.4

Through July 1999, 67,343 documents have been received for a fiscal year-end of 1998, distributed as follows:

	120X (amended)	120 (regular)	120s (S corp)	99T (exempt org.)
#	160	36,142	30,783	258
%	0.2	53.7	45.7	0.4

The figures shown for the 1998 returns are most meaningful when compared to 1997 returns received during the same period of time in the previous year. Through July 1998 the Arizona Department of Revenue received 64,071 documents with a fiscal year-end of 1997. This represents a 5.1% increase in corporate returns received at this point of time in the calendar year.

Urban Revenue Sharing Returned to Cities/Towns

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed is 15.0% of net income tax collections two years earlier. For example, the money being distributed in Fiscal Year 1999/2000 is based on net income tax collections in fiscal Year 1997/1998. Amounts returned for July 1999 are shown on Table 2, at the end of this report.

TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES

Transaction Privilege, Severance and Use Tax Receipts

The Arizona transaction privilege and severance tax consists of many categories of tax. These categories include retail, contracting, amusements, restaurants and bars, hotel/motel and mining severance tax. The collections for all such categories are divided, per statute, into two parts. One part is called distribution base; the other part is known as non shared. The division of collections into these two parts varies from category to category. For example, retail sales tax is 40% distribution base and 60% non shared. In contrast, contracting is 20% distribution base and 80% non shared. Mining severance is 80% distribution base and 20% non shared. Use tax is 100% non shared.

At the close of each month, the computer aggregates transaction privilege and severance tax collections by category and calculates total distribution base and non shared portions. The amount shown as "Use Tax" in the table below includes use tax, use inventory tax, jet fuel use tax, and over 10 million gallon jet fuel use tax. The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	July 1999	July 1998	% change
Distribution Base	\$99,313,906	\$90,944,180	9.2
Combined Non shared	188,500,770	171,981,409	9.6
Use Tax	13,010,418	11,189,670	16.3
Other Revenues	35,571,381	26,512,616	34.2
Total Collections	\$336,396,475	\$300,627,876	11.9

Distribution of Transaction Privilege, Severance and Use Tax Receipts

Of the distribution base portion of transaction privilege and severance taxes, described above, 25% is returned to incorporated cities/towns, 40.5% is returned to counties and 34.5% goes to the state general fund. All of the non shared portion and use tax is deposited into the general fund. Therefore, the "Retained By State" figure presented below includes all non shared portion of transaction privilege and severance tax, use tax and 34.5% of the distribution base collections. "Other" revenues are returned to the administering authority.

	July 1999	July 1998	% change
Retained by State	\$235,764,555	\$214,537,727	9.9
Returned to Counties	40,232,063	36,841,487	9.2
Returned to Cities	24,828,476	22,736,045	9.2
Other	35,571,381	26,512,616	34.2
Total Collections	\$336,396,475	\$300,627,876	11.9

Transaction Privilege and Severance Tax Collections By Class

The figure shown below represent revenue collected in July, regardless of the period for which the payment was made.

	Tax Rate	July 1999	% Chg
Transporting/Towing	5%	\$355,169	3.6
Non-Metal Mining/Oil & Gas	3.125%	567,241	(2.7)
Utilities	5%	22,995,563	7.7
Communications	5%	9,755,195	13.7
Railroads/Aircraft	5%	126,963	(19.9)
Private Car/Pipelines	5%	57,925	(47.5)
Publishing	5%	379,204	(27.6)
Printing	5%	1,882,682	10.5
Restaurants/Bars	5%	23,632,191	8.4
Amusements	5%	3,618,441	19.6
Commercial Lease	2%	21,297	(89.4)
Rental of Personal Property	5%	14,403,633	1.4
Contracting	3.75% - 5%	49,137,685	9.3
Feed Wholesale	repealed	(36)	(115.1)
Retail	5%	152,799,919	11.6
Mining Severance	2.5%	1,379,283	(22.6)
Timber Severance	\$2.13/\$1.51 per 1000 board ft	1,938	(54.6)
Hotel/Motel	5.5%	6,356,593	(1.0)
Membership Camping	5%	4,398	327.8
Use/Use Inventory	5%	13,010,607	16.3
Rental Occupancy Tax	3%	7,024	49.3
Jet Fuel Tax	\$.0305/\$.0105 gal	337,391	30.8
Total		\$300,830,306	9.7

The Use/Use Inventory category shown above includes jet fuel use tax. These collections include only the individual classes of transaction privilege tax, severance tax and use tax. The total does not include license fees or any other fees collected by the Department.

Transaction Privilege and Severance Tax Taxable Sales By Class¹

	July 1999	% Chg
Transporting/Towing	\$7,103,377	3.6
Non-Metal Mining/Oil & Gas	18,151,723	(2.7)
Utilities	459,911,262	7.7
Communications	195,103,898	13.7
Railroads/Aircraft	2,539,262	(19.9)
Private Car/Pipelines	1,158,494	(47.5)
Publishing	7,584,085	(27.6)
Printing	37,653,647	10.5
Restaurants/Bars	472,643,827	8.4
Amusements	72,368,826	19.6
Commercial Lease	1,291,802	(83.6)
Rental of Personal Property	288,072,660	1.4
Contracting	982,754,190	9.3

¹These Taxable Sales figures are Calculated on a per return basis, by taking collections and dividing them by the appropriate tax rate. These figures may not match other Taxable Sales figures calculated on the aggregate.

Feed Wholesale	(7,710)	(115.1)
	July 1999	% Chg
Retail	3,056,001,284	11.6
Mining Severance	55,171,334	(22.6)
Hotel/Motel	115,574,425	(1.0)
Membership Camping	87,960	327.8
Use/Use Inventory	258,654,735	15.7
Rental Occupancy Tax	234,132	49.3
Total	\$6,032,053,212	9.4

The Use/Use Inventory category shown above does not include jet fuel use tax. Since the jet fuel use tax is a gallonage tax, taxable income cannot be computed. A comparison can be made of gallons of jet fuel on which Arizona jet fuel tax or jet fuel use tax was paid. In July 1999, 13,617,162 gallons of jet fuel were taxed, a (51.7%) increase from the 8,974,821 gallons reported for July 1998. Timber Severance includes only sales subject to a repealed rate. The current tax is per board feet upon which taxable income cannot be computed.

Accounting Credit

Effective to taxable periods beginning from and after July 1, 1995, a credit equal to one percent of the amount of tax due, up to \$10,000 per calendar year, is allowed to businesses for expenses incurred during the accounting and reporting of Transaction Privilege Tax. The amount of Accounting Credits claimed in July 1999 was \$1,308,993, a 19.9% increase from the \$1,091,426 claimed in July 1998.

Taxable Sales by SIC Code Range

The taxable sales by SIC (Standard Industrial Classification) Code ranges are an indicator of business occurring for that type of retail sale. Certain limitations must be understood when using this information.

The Department of Revenue assigns a SIC code to a business based on its primary type of business activity. A grocery store would be assigned a SIC code of 5411. A business that deals primarily with dairy products would have a SIC code of 5451. A problem arises with businesses which derive revenue from multiple business activities. For example, a store like Cosco might be considered both a grocery store or a department store; however, all revenue would be reported under only one of the two possible codes. In summary, an accurate description of what this information represents would be: "These figures represent taxable retail sales for those businesses which have a primary SIC code falling within one designated range."

If the taxable sales for these ranges were added together, the total would not equal retail taxable sales. This is again due to the primary SIC code assignment. There are businesses making retail sales which do not have a primary retail SIC code.

<u>SIC Code</u> <u>Range</u>	<u>Description</u>	<u>July 1999</u>	<u>July 1998</u>	<u>% Chg</u>
5211-5271	building materials, hardware, garden supply & mobile home dealers	\$170,305,902	\$157,930,830	7.8%
5311-5399	general merchandise stores	\$331,042,529	\$276,581,335	19.7%
5411-5499	food stores (no food sales)	\$196,229,270	\$216,409,487	(9.3%)
5511-5521	motor vehicle dealers	\$541,541,496	\$449,720,729	20.4%
5531-5599	misc. automotive, motorcycle & boat stores	\$177,074,433	\$160,362,204	10.4%
5611-5699	apparel & accessory stores	\$191,598,276	\$172,313,463	11.2%
5712-5733	furniture, home furnishings & equipment stores	\$163,148,193	\$146,120,909	11.7%
5912-5949	misc. retail stores	\$197,772,683	\$187,377,258	5.5%
TOTAL		\$3,055,998,384	\$2,738,323,815	11.6%

Transaction Privilege and Severance Tax Returned to Counties

Taxpayers reported the following taxable transactions and tax collections by county. The share of the revenues returned to each county for July 1999 is shown in the County Share column.

	Dist. Base Collections	County Share	% of Total	% Chg
Apache	\$250,497	\$336,030	0.8	10.6
Cochise	1,306,924	760,404	1.9	8.5
Coconino	3,104,592	1,249,582	3.1	7.3
Gila	742,521	360,174	0.9	2.6
Graham	347,042	202,058	0.5	3.0
Greenlee	632,854	278,210	0.7	(6.1)
La Paz	225,784	123,779	0.3	4.5
Maricopa	66,865,157	25,311,120	62.9	9.1
Mohave	2,179,279	1,100,379	2.7	7.4
Navajo	1,565,429	680,803	1.7	9.0
Pima	15,079,406	6,371,869	15.8	11.9
Pinal	1,824,578	983,458	2.4	8.2
Santa Cruz	537,892	259,761	0.6	5.9
Yavapai	2,794,104	1,305,020	3.2	9.3
Yuma	1,857,848	909,416	2.3	10.3
Total	\$99,313,906	\$40,232,063		9.2

Transaction Privilege and Severance Tax Returned to Cities/Towns

The portion of transaction privilege and severance tax returned to each incorporated city or town for July 1999 is shown on Table 3, attached to this report.

County Tax Collections

The following county-imposed tax collections were received by the Department of Revenue during July 1999 and returned to the counties. County taxes in all but Coconino County are imposed at 10% of the state transaction privilege tax rate. Coconino's Excise Tax is 10% of the state rate, and its Jail Tax is 6% of the state rate. Maricopa's stadium tax was imposed at 5% of the state rate. This rate completed its run in November 1997. Collections received now should be for prior periods. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

	Road Tax	Excise Tax	Jail Tax	Rental Car Surcharge	Stadium Tax	RV Surcharge
Apache		\$69,093				
Cochise		\$383,510				
Coconino		\$789,902	\$478,818			
Gila	\$200,420	\$193,851				
Graham		\$99,836				
Greenlee		\$55,919				
La Paz		\$62,807	\$62,859			
Maricopa	\$20,317,302		\$7,189,932	\$428,154	\$9,336	
Navajo		\$432,826				
Pima				\$117,166		5,926
Pinal	\$538,390	\$523,978				
Santa Cruz		\$153,346				
Yavapai		\$797,133				
Yuma		\$517,402	\$513,876			

OTHER TAXES

Luxury Taxes

The following revenues were received for the luxury tax in July 1999. The table compares the receipts to July 1998. Figures may not add to total due to rounding.

	July 1999	July 1998	% Change
Spirituos	\$1,454,028	\$1,611,637	(9.8%)
Vinous	\$608,824	\$663,131	(8.2%)
Malt	\$1,796,994	\$1,785,604	0.6%
Cigarette*	\$13,653,063	\$12,626,288	8.1%
Other Tobacco	\$361,192	\$338,325	6.8%
Tobacco Licenses	\$4,350	\$4,400	(1.1%)
Total	\$17,878,450	\$17,029,385	5.0%

*In July 1999, \$380,000 of cigarette and tobacco tax collections was allocated for administrative expenses and is not reflected in monthly and fiscal year collections.

General Fund revenues for luxury taxes in July 1999 were:

	July 1999	July 1998	% Change
Spirituos	\$1,017,819	\$1,128,146	(9.8%)
Vinous	\$151,982	\$165,577	(8.2%)
Malt	\$449,249	\$446,401	0.6%
Cigarette	\$3,753,435	\$3,464,329	8.3%
Other Tobacco	\$55,985	\$52,440	6.8%
Tobacco Licenses	\$4,350	\$4,400	(1.1%)
Total	\$5,432,820	\$5,261,292	3.3%

Other dedicated revenues from luxury taxes:

	July, 1999
Correction Fund revenues	\$2,018,431
Health Care Fund revenues	\$9,679,671
Wine Promotional Fund revenues	\$894
Drug Treatment & Education Fund revenues	\$534,668
Corrections Revolving Fund revenues	\$211,966

Estate Tax

July 1999	\$3,156,696
July 1998	\$5,503,900
% Change	(42.6%)

Private Car

	July 1999	\$56
	July 1998	<u>\$0</u>
% Change		N/A

Bingo

	July 1999	\$59,184
	July 1998	<u>\$79,651</u>
% Change		(25.7%)

Unclaimed Property

	July 1999	\$2,597,917
	July 1998	<u>\$418,682</u>
% Change		520.5%

Please note that some totals throughout Tax Facts may not add due to rounding.

SOURCE: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS, ARIZONA DEPARTMENT OF REVENUE

Table 1**"NEW" RETURNS FILED IN 1999 FOR TAX YEAR 1998**

Federal Adjusted Gross Income Bracket	Number of Returns	% of total	Average FAGI	Average Tax Due	CHARACTERISTICS OF TAXPAYERS					
					% Married Joint	% Single	% Unmarried Head	% Married Separate	% Over 65	% With Dependents
Negative FAGI	863	0.5%	-\$25,891	\$2	24.4%	66.6%	4.8%	4.2%	16.8%	15.0%
\$0-\$5,000	34,665	19.9%	\$2,736	\$3	4.7%	78.6%	15.0%	1.7%	3.9%	20.3%
\$5,000-\$10,000	40,287	23.1%	\$7,467	\$26	9.1%	60.5%	28.1%	2.4%	7.2%	37.1%
\$10,000-\$15,000	27,899	16.0%	\$12,398	\$68	19.5%	38.2%	39.1%	3.2%	11.1%	53.6%
\$15,000-\$20,000	19,836	11.4%	\$17,310	\$140	28.3%	31.7%	35.8%	4.1%	12.4%	54.9%
\$20,000-\$25,000	12,665	7.3%	\$22,331	\$264	31.3%	33.5%	30.1%	5.1%	9.8%	53.0%
\$25,000-\$30,000	8,895	5.1%	\$27,368	\$414	33.2%	39.3%	22.4%	5.0%	9.2%	46.1%
\$30,000-\$40,000	10,961	6.3%	\$34,491	\$589	40.8%	37.2%	17.4%	4.5%	10.4%	44.4%
\$40,000-\$50,000	6,314	3.6%	\$44,600	\$832	50.6%	31.9%	14.2%	3.2%	13.1%	46.0%
\$50,000-\$75,000	7,424	4.3%	\$60,163	\$1,225	62.9%	25.5%	9.4%	2.2%	15.4%	43.8%
\$75,000-\$100,000	2,535	1.5%	\$85,283	\$1,937	70.9%	20.9%	6.5%	1.7%	18.5%	42.3%
\$100,000-\$200,000	1,870	1.1%	\$130,562	\$3,521	71.0%	21.0%	6.6%	1.4%	23.6%	38.6%
\$200,000-\$500,000	371	0.2%	\$286,103	\$9,962	63.1%	27.5%	5.3%	4.0%	25.4%	29.4%
\$500,000-\$1,000,000	*	*	*	*	*	*	*	*	*	*
\$1,000,000 and over	*	*	*	*	*	*	*	*	*	*
Total	174,585		\$19,348	\$308	22.5%	49.1%	25.3%	3.1%	9.3%	41.1%

An asterisked line indicates that the information cannot be released due to confidentiality laws.

NEW RETURNS FILED IN 1998 FOR TAX YEAR 1997*

Total	218,569		\$17,161	\$280	19.7%	58.9%	18.4%	3.1%	8.0%	31.7%
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"NEW" Returns means that there was no return filed by the taxpayer in the previous filing year.

This may or may not mean the filer is new to the State.

TABLE 2

Urban Revenue Sharing Returned to Cities/Towns, July 1999

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,552,794	168,176
Eagar	\$41,688	4,515	Surprise	99,136	10,737
Springerville	17,728	1,920	Tempe	1,420,252	153,821
St. Johns	31,023	3,360	Tolleson	40,958	4,436
<u>Cochise County</u>			Wickenburg	43,996	4,765
Benson	\$37,994	4,115	Youngtown	24,874	2,694
Bisbee	60,015	6,500	<u>Mohave County</u>		
Douglas	136,466	14,780	Bullhead City	\$248,741	26,940
Huachuca City	17,912	1,940	Colorado City	29,454	3,190
Sierra Vista	349,152	37,815	Kingman	154,831	16,769
Tombstone	12,973	1,405	Lake Havasu City	335,025	36,285
Willcox	32,621	3,533	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	\$46,812	5,070
Flagstaff	\$503,022	54,480	Pinetop-Lakeside	30,479	3,301
Fredonia	11,541	1,250	Show Low	64,521	6,988
Page	73,404	7,950	Snowflake	38,041	4,120
Williams	24,837	2,690	Taylor	24,514	2,655
<u>Gila County</u>			Winslow	99,533	10,780
Globe	\$65,168	7,058	<u>Pima County</u>		
Hayden	8,402	910	Marana	\$56,451	6,114
Miami	18,836	2,040	Oro Valley	181,496	19,657
Payson	101,602	11,004	Sahuarita	21,338	2,311
Winkelman	6,242	676	South Tucson	50,339	5,452
<u>Graham County</u>			Tucson	4,100,792	444,138
Pima	\$17,081	1,850	<u>Pinal County</u>		
Safford	81,002	8,773	Apache Junction	\$180,277	19,525
Thatcher	36,536	3,957	Casa Grande	192,788	20,880
<u>Greenlee County</u>			Coolidge	65,140	7,055
Clifton	\$27,653	2,995	Eloy	82,314	8,915
Duncan	6,786	735	Florence	105,166	11,390
<u>La Paz County</u>			Kearny	22,667	2,455
Parker	\$27,238	2,950	Mammoth	18,097	1,960
Quartzsite	18,512	2,005	Superior	32,178	3,485
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	\$210,248	22,771	Nogales	\$190,711	20,655
Buckeye	44,845	4,857	Patagonia	8,725	945
Carefree	21,107	2,286	<u>Yavapai County</u>		
Cave Creek	28,401	3,076	Camp Verde	\$68,925	7,465
Chandler	1,222,100	132,360	Chino Valley	57,966	6,278
El Mirage	53,008	5,741	Clarkdale	24,006	2,600
Fountain Hills	130,612	14,146	Cottonwood	60,431	6,545
Gila Bend	16,130	1,747	Jerome	4,247	460
Gilbert	547,877	59,338	Prescott	287,022	31,086
Glendale	1,686,112	182,615	Prescott Valley	148,127	16,043
Goodyear	85,407	9,250	Sedona	82,120	8,894
Guadalupe	50,395	5,458	<u>Yuma County</u>		
Litchfield Park	34,523	3,739	San Luis	\$74,105	8,026
Mesa	3,121,885	338,117	Somerton	53,774	5,824
Paradise Valley	114,934	12,448	Wellton	10,397	1,126
Peoria	688,470	74,565	Yuma	579,768	62,792
Phoenix	10,612,738	1,149,417			
Queen Creek	28,364	3,072	Total	\$31,475,916	3,409,012

TABLE 3

Transaction Privilege and Severance Tax Returned to Cities/Towns, July 1999

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Queen Creek	\$22,374	3,072
Eagar	\$32,884	4,515	Scottsdale	1,224,857	168,176
Springerville	13,984	1,920	Surprise	78,200	10,737
St. Johns	24,472	3,360	Tempe	1,120,307	153,821
<u>Cochise County</u>			Tolleson	32,308	4,436
Benson	\$29,970	4,115	Wickenburg	34,704	4,765
Bisbee	47,341	6,500	Youngtown	19,621	2,694
Douglas	107,646	14,780	<u>Mohave County</u>		
Huachuca City	14,129	1,940	Bullhead City	\$196,209	26,940
Sierra Vista	275,414	37,815	Colorado City	23,233	3,190
Tombstone	10,233	1,405	Kingman	122,132	16,769
Willcox	25,732	3,533	Lake Havasu City	264,270	36,285
<u>Coconino County</u>			<u>Navajo County</u>		
Flagstaff	\$396,788	54,480	Holbrook	\$36,926	5,070
Fredonia	9,104	1,250	Pinetop/Lakeside	24,042	3,301
Page	57,901	7,950	Show Low	50,895	6,988
Williams	19,592	2,690	Snowflake	30,007	4,120
<u>Gila County</u>			Taylor	19,337	2,655
Globe	\$51,405	7,058	Winslow	78,513	10,780
Hayden	6,628	910	<u>Pima County</u>		
Miami	14,858	2,040	Marana	\$44,529	6,114
Payson	80,144	11,004	Oro Valley	143,166	19,657
Winkelman	4,923	676	Sahuarita	16,831	2,311
<u>Graham County</u>			South Tucson	39,708	5,452
Pima	\$13,474	1,850	Tucson	3,234,741	444,138
Safford	63,895	8,773	<u>Pinal County</u>		
Thatcher	28,820	3,957	Apache Junction	\$142,204	19,525
<u>Greenlee County</u>			Casa Grande	152,073	20,880
Clifton	\$21,813	2,995	Coolidge	51,383	7,055
Duncan	5,353	735	Eloy	64,930	8,915
<u>La Paz County</u>			Florence	82,956	11,390
Parker	\$21,485	2,950	Kearny	17,880	2,455
Quartzsite	14,603	2,005	Mammoth	14,275	1,960
<u>Maricopa County</u>			Superior	25,382	3,485
Avondale	\$165,845	22,771	<u>Santa Cruz County</u>		
Buckeye	35,374	4,857	Nogales	\$150,434	20,655
Carefree	16,649	2,286	Patagonia	6,883	945
Cave Creek	22,403	3,076	<u>Yavapai County</u>		
Chandler	964,003	132,360	Camp Verde	\$54,369	7,465
El Mirage	41,813	5,741	Chino Valley	45,724	6,278
Fountain Hills	103,028	14,146	Clarkdale	18,936	2,600
Gila Bend	12,724	1,747	Cottonwood	47,668	6,545
Gilbert	432,170	59,338	Jerome	3,350	460
Glendale	1,330,019	182,615	Prescott	226,405	31,086
Goodyear	67,369	9,250	Prescott Valley	116,844	16,043
Guadalupe	39,752	5,458	Sedona	64,777	8,894
Litchfield Park	27,232	3,739	<u>Yuma County</u>		
Mesa	2,462,570	338,117	San Luis	\$58,455	8,026
Paradise Valley	90,661	12,448	Somerton	42,417	5,824
Peoria	543,071	74,565	Wellton	8,201	1,126
Phoenix	8,371,420	1,149,417	Yuma	457,326	62,792
			Total	\$24,828,476	3,409,012

Econometrics
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